

ASSEMBLY BILL

No. 374

Introduced by Assembly Member Chan

February 14, 2003

An act to amend Section 31580.2 of the Government Code, relating to county employees' retirement systems.

LEGISLATIVE COUNSEL'S DIGEST

AB 374, as introduced, Chan. County employees' retirement systems: capital expenditures.

Existing law requires certain counties subject to the County Employees Retirement Law of 1937 to adopt an annual budget covering the entire expense of administration of the retirement system, which expense may not exceed a specified percentage of the total assets of the retirement system.

Under this bill, capital expenditures would be excluded from that limit on the expense of administration of the system.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 31580.2 of the Government Code is
2 amended to read:
3 31580.2. In counties in which the board of retirement, or the
4 board of retirement and the board of investment, have appointed
5 personnel pursuant to Section 31522.1 or 31522.5, or both, the
6 respective board or boards shall annually adopt a budget covering
7 the entire expense of administration of the retirement system

1 which expense shall be charged against the earnings of the
2 retirement fund. The expense *of administration* incurred in any
3 year, *excluding any capital expenditures*, may not exceed
4 eighteen-hundredths of 1 percent of the total assets of the
5 retirement system.

